



Steven L. Beshear
Governor

Robert D. Vance, Secretary
Environmental and Public
Protection Cabinet

Timothy J. LeDonne
Commissioner
Department of Public Protection

Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615
Telephone: (502) 564-3940
Fax: (502) 564-3460
psc.ky.gov

Mark David Goss
Chairman

John W. Clay
Vice Chairman

Caroline Pitt Clark
Commissioner

January 15, 2008

Senator Jerry Rhoads
702 Capitol Avenue
Room 251, Capitol Annex
Frankfort, KY 40601

Dear Senator Rhoads:

Thank you for your letter regarding the "unwinding" of the current contractual arrangements between Big Rivers Electric Corporation and E.ON-US.

Because this matter is currently before the Kentucky Public Service Commission (PSC), I cannot discuss the substance of the case.

The Kentucky Public Service Commission certainly is aware of the importance of this matter and of the desire of all parties for an expeditious resolution. PSC staff met with the parties last week to discuss procedural matters and reached an agreement on a tentative schedule for the Commission's consideration of the case.

As I am sure you know, this case involves a series of complicated transactions that will require careful analysis. I cannot provide you with a date certain for a final decision. However, I can assure you that the Kentucky Public Service Commission will give this matter an appropriate, thorough and timely consideration.

If you wish to monitor the progress of the case, the case file and all PSC orders are available on our Web site, psc.ky.gov. If you need assistance locating the documents, please feel free to contact our Public Information Officer, Andrew Melnykovich, at 564-3940, x208. He will be happy to help you.

Thank you again for your interest in this matter.

Sincerely,

Mark David Goss
Chairman